

BEFORE THE OIL CONSERVATION COMMISSION
OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE HEARING CALLED BY
THE OIL CONSERVATION COMMISSION OF THE
STATE OF NEW MEXICO FOR THE PURPOSE OF
CONSIDERING:

CASE NO. 164
ORDER NO. 802

THE APPLICATION OF GRAYBURG OIL COMPANY
OF NEW MEXICO, AND WESTERN PRODUCTION
COMPANY, INC., FOR AN ORDER GRANTING
PERMISSION TO UNITIZE CERTAIN TRACTS
WITHIN THE BOUNDARIES OF THE GRAYBURG
COOPERATIVE AND UNIT AREA, IN TOWNSHIP
17 SOUTH, RANGES 29 AND 30 EAST, N.M.P.
M., IN THE GRAYBURG-JACKSON POOL OF
EDDY COUNTY, NEW MEXICO, FOR PRORATION
AND ALLOWABLE PURPOSES

ORDER OF THE COMMISSION

BY THE COMMISSION:

This matter came on for hearing at 10:00 o'clock A. M. on the
28 day of October, 1948, at Santa Fe, New Mexico, before the Oil
Conservation Commission of New Mexico, hereinafter referred to as the
"Commission".

NOW, on this 19 day of November, 1948, the Commission,
having before it for consideration the testimony adduced at said hearing and
being fully advised in the premises,

FINDS:

1. That due public notice having been given, as provided by
law, the Commission has jurisdiction of this cause.
2. That the acreage involved in the Application is Federally
owned and the Supervisor of the United States Geological Survey interposes no
objections to the Application.
3. That heretofore, in Case No. 152, upon which hearing was
held before the Commission on July 29, 1948, the Commission granted to Appli-
cants herein, permits to drill twenty-eight unorthodox "five spot" locations,
upon the leases described in this Application.
4. That the creation and establishment of the tracts of land
described in the Application, into unitized tracts for proration and allowable
purposes only, will enable Grayburg Oil Company of New Mexico and Western Pro-
duction Company, Inc. to produce the wells upon the respective proposed uniti-
zed tracts at a more efficient rate of withdrawal; that a greater ultimate re-

method of operation will be in the interest of conservation, prevent waste and enable Applicants to produce substantial quantities of oil that would not otherwise be recovered.

IT IS, THEREFORE, ORDERED, that the Application of Grayburg Oil Company of New Mexico and Western Production Company, Inc., for an order authorizing the unitization for proration and allowable purposes of the tracts therein described, be and the same is hereby granted and approved, and it is further ordered that the following tracts of land located in the Grayburg-Jackson Pool of Eddy County, New Mexico are hereby established as unitized tracts for proration and allowable purposes:

GRAYBURG OIL COMPANY OF NEW MEXICO UNITS:

UNIT G-1, described as S/2 S/2 Section 18, N/2 and N/2 S/2 Section 19, Township 17 South, Range 30 East, N.M.P.M.

UNIT G-2, described as S/2 SW/4 Section 19, NW/4 Section 30, Township 17 South, Range 30 East, N.M.P.M.

UNIT G-3, described as SW/4 Section 23, Township 17 South, Range 29 East, N.M.P.M.

UNIT G-4, described as N/2 NW/4, SW/4 NW/4, N/2 SW/4, N/2 SE/4 and NE/4 Section 24, Township 17 South, Range 29 East, N.M.P.M.

UNIT G-5, described as S/2 SW/4 Section 24, N/2 NW/4 Section 25, E/2 Section 26, Township 17 South, Range 29 East, N.M.P.M.

WESTERN PRODUCTION COMPANY, INC. UNITS:

UNIT W-1, described as S/2 SE/4 Section 19, N/2 NE/4 Section 30, Township 17 South, Range 30 East, N.M.P.M.

UNIT W-2, described as SE/4 Section 23, Township 17 South, Range 29 East, N.M.P.M.

UNIT W-3, described as W/2 Section 26, Township 17 South, Range 29 East, N.M.P.M.

UNIT W-4, described as S/2 SE/4 Section 24, S/2 NW/4, SW/4 and E/2 Section 25, Township 17 South, Range 29 East, N.M.P.M.

IT IS FURTHER ORDERED, and Applicants are hereby authorized to produce from each unitized tract, hereinabove described, the total allowable production, as fixed by the Commission for the total number of developed forty acre proration units comprising such unitized tract, and that Applicants are hereby authorized to produce the total allowable, so fixed by the Commission for each unitized tract, from all of the wells located upon or that may be hereafter drilled upon such unitized tract, producing from the Grayburg-Jackson Pay.

IT IS FURTHER ORDERED, that no well located upon any unitized tract shall be permitted to produce at a rate in excess of the top allowable as fixed by the Commission

designated.
DONE At Santa Fe, New Mexico on the day and year hereinabove

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

CHAIRMAN

John E. Miles

MEMBER

R. L. Currier

SECRETARY

BEFORE THE OIL CONSERVATION COMMISSION
OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE HEARING CALLED BY
THE OIL CONSERVATION COMMISSION OF THE
STATE OF NEW MEXICO FOR THE PURPOSE OF
CONSIDERING:

CASE NO. 152
ORDER NO. _____

THE APPLICATION OF GRAYBURG OIL COMPANY
OF NEW MEXICO, AND WESTERN PRODUCTION
COMPANY, INC., FOR AN ORDER GRANTING
PERMISSION TO DRILL TWENTY-EIGHT UNORTH-
DOX LOCATIONS ON LEASES WITHIN THE BOUND-
ARIES OF THE GRAYBURG COOPERATIVE AND
UNIT AREA, IN TOWNSHIP 17 SOUTH, RANGES
29 AND 30 EAST, N.W.P.M., IN THE GRAYBURG-
JACKSON POOL OF EDDY COUNTY, NEW MEXICO

ORDER OF THE COMMISSION

BY THE COMMISSION:

This matter came on for hearing at 10 o'clock
A. M. on the 29th day of July, 1948 at Santa Fe, New
Mexico, before the Oil Conservation Commission of New
Mexico, hereinafter referred to as the "Commission".

NOW, on this _____ day of _____, 1948,
the Commission, having before it for consideration the
testimony adduced at said hearing and being fully advis-
ed in the premises,

FINDS:

1. That due public notice having been given
as provided by law, the Commission has jurisdiction of
this cause.

2. That the acreage involved in the Applica-
tion is Federally owned and the Supervisor of the United

States Geological Survey interposes no objections to the Application.

3. That leases covering the following described lands in said Grayburg Cooperative Unit Area are owned by Grayburg Oil Company of New Mexico:

BURCH "A" LEASE, Las Cruces Serial No. 028793, described as S/2 S/2 Section 18, N/2 and N/2 S/2 Section 19, Township 17 South, Range 30 East, N.M.P.M.

BURCH "B" LEASE, Las Cruces Serial No. 028793-84, described as NW/4, N/2 SW/4 Section 18, S/2 SW/4 Section 19, NW/4 Section 30, Township 17 South, Range 30 East; NE/4 and SW/4 Section 23, Township 17 South, Range 29 East, N.M.P.M.

KEELY "A" LEASE, Las Cruces Serial No. 028784, described as NE/4 SE/4, S/2 S/2 Section 13, N/2 NW/4, SW/4 NW/4, N/2 SW/4, NE/4, N/2 SE/4 Section 24, Township 17 South, Range 29 East, N.M.P.M.

KEELY "B" LEASE, Las Cruces Serial No. 028784-93, described as S/2 SW/4 Section 24, N/2 NW/4 Section 25 and E/2 Section 26, Township 17 South, Range 29 East, N.M.P.M.

DEXTER LEASE, Las Cruces Serial No. 054406 described as SE/4 NW/4 Section 24, Township 17 South, Range 29 East, N.M.P.M.

That leases covering the following described lands in said Grayburg Cooperative and Unit Area are owned by Western Production Company, Inc.

BURCH "C" LEASE, Las Cruces Serial No. 028793, described as NE/4, N/2 SE/4 Section 18, S/2 SE/4 Section 19, NE/4 and S/2 Section 30, Township 17 South, Range 30 East, N.M.P.M.; NW/4 and SE/4 Section 23, Township 17 South, Range 29 East, N.M.P.M.

KEELY "C" LEASE, Las Cruces Serial No. 028784, described as N/2 SW/4, NW/4 SE/4 Section 13, S/2 SE/4 Section 24, S/2 NW/4, NE/4 and S/2 Section 25, W/2 Section 26, Township 17 South, Range 29 East, N.M.P.M.

That all of the leases covering the lands above described comprise and are situated within the boundaries of the Grayburg Cooperative and Unit Area.

4. That one well located in the center of each forty-acre legal subdivision is not sufficient to obtain all of the recoverable oil under any forty-acre tract and that the drilling of "five spot" wells, as proposed in the Application of Grayburg Oil Company of New Mexico, and Western Production Company, Inc., at the locations designated, would be in the interest of conservation, prevent waste and enable Applicants to obtain a greater ultimate recovery of oil, in that Applicants would be able to recover substantial quantities of oil which would otherwise not be produced if such "five spot" locations were not drilled.

5. That in said cause, Grayburg Oil Company of New Mexico, and Western Production Company, Inc. asked for permission to unitize each basic lease for proration and allowable purposes, but thereafter, by motion filed and granted by the Commission. that part of the Application in the above cause with reference to unitizing basic leases within the boundaries of the Grayburg Cooperative and Unit Area for allowable and proration purposes was dismissed.

IT IS, THEREFORE, ORDERED, by the Commission that the Application of Grayburg Oil Company of New Mexico, and Western Production Company, Inc., for an order granting permits to drill the twenty-eight unorthodox "five spot" locations described in said Application, be

and the same is hereby granted and approved.

The numbers and locations of the wells to be drilled by Grayburg Oil Company of New Mexico are as follows:

BURCH NO. 19-A: Section 19, Township 17 South, Range 30 East, N.M.P.M., Unit B, NW/4 NE/4, 2615 feet from East Line, 25 feet from North Line;

BURCH NO. 20-A: Section 19, Township 17 South, Range 30 East, N.M.P.M., Unit A, NE/4 NE/4, 165 feet from North Line, 1155 feet from East Line;

BURCH NO. 21-A: Section 19, Township 17 South, Range 30 East, N.M.P.M., Unit F, SE/4 NW/4, 1485 feet from North Line, 1260 feet from West Line;

BURCH NO. 22-A: Section 19, Township 17 South, Range 30 East, N.M.P.M., Unit E, SE/4 NE/4, 1345 feet from North Line, 1295 feet from East Line;

BURCH NO. 23-A: Section 19, Township 17 South, Range 30 East, N.M.P.M., Unit L, NW/4 SW/4, 2615 feet from South Line, 905 feet from West Line;

BURCH NO. 24-A: Section 19, Township 17 South, Range 30 East, N.M.P.M., Unit G, SW/4 NE/4, 2310 feet from North Line, 2615 feet from East Line;

BURCH NO. 25-A: Section 19, Township 17 South, Range 30 East, N.M.P.M., Unit I, NE/4 SE/4, 2615 feet from South Line, 1295 feet from East Line;

BURCH NO. 14-B: Section 23, Township 17 South, Range 29 East, N.M.P.M., Unit N, SE/4 SW/4, 1295 feet from South Line, 1345 feet from West Line;

BURCH NO. 15-B: Section 30, Township 17 South, Range 30 East, N.M.P.M., Unit C, NE/4 NW/4, 330 feet from North Line, 1260 feet from West Line;

BURCH NO. 16-B: Section 30, Township 17 South, Range 30 East, N.M.P.M., Unit F, SE/4 NW/4, 1345 feet from North Line, 1260 feet from West Line;

KEELY NO. 16-A: Section 24, Township 17
South, Range 29 East, N.M.P.M., Unit H,
SE/4 NE/4, 1345 feet from North Line,
1295 feet from East Line;

KEELY NO. 14-B: Section 25, Township 17
South, Range 29 East, N.M.P.M., Unit C,
NE/4 NW/4, 25 feet from North Line, 1345
feet from West Line;

KEELY NO. 15-B: Section 26, Township 17
South, Range 29 East, N.M.P.M., Unit I,
NE/4 SE/4, 2615 feet from South Line,
1295 feet from East Line;

KEELY NO. 16-B: Section 26, Township 17
South, Range 29 East, N.M.P.M., Unit F,
SE/4 SE/4, 1295 feet from South Line,
1295 feet from East Line.

The numbers and locations of the wells to be
drilled by Western Production Company, Inc. are as fol-
lows:

BURCH NO. 10-C: Section 23, Township 17
South, Range 29 East, N.M.P.M., Unit P,
SE/4 SE/4, 1295 feet from South Line,
1295 feet from East Line;

BURCH NO. 11-C: Section 19, Township 17
South, Range 30 East, N.M.P.M., Unit ,
SE/4 SE/4, 990 feet from South Line, 1295
feet from East Line;

BURCH NO. 12-C: Section 19, Township 17
South, Range 30 East, N.M.P.M., Unit O,
SW/4 SE/4, 25 feet from South Line, 1345
feet from East Line;

KEELY NO. 28-C: Section 25, Township 17
South, Range 29 East, N.M.P.M., Unit A,
NE/4 NE/4, 25 feet from North Line, 1295
feet from East Line;

KEELY NO. 29-C: Section 26, Township 17
South, Range 29 East, N.M.P.M., Unit F,
SE/4 NW/4, 1345 feet from North Line,
1345 feet from West Line;

KEELY NO. 30-C: Section 25, Township 17
South, Range 29 East, N.M.P.M., Unit H,
SE/4 NE/4, 1345 feet from North Line,
1295 feet from East Line;

KEELY NO. 31-C: Section 26, Township 17 South, Range 29 East, N.M.P.M., Unit K, NE/4 SW/4, 2615 feet from South Line, 1345 feet from West Line;

KEELY NO. 32-C: Section 25, Township 17 South, Range 29 East, N.M.P.M., Unit K, NE/4 SW/4, 2615 feet from South Line, 1345 feet from West Line;

KEELY NO. 33-C: Section 25, Township 17 South, Range 29 East, N.M.P.M., Unit J, NW/4 SE/4, 2615 feet from South Line, 2615 feet from East Line;

KEELY NO. 34-C: Section 25, Township 17 South, Range 29 East, N.M.P.M., Unit I, NE/4 SE/4, 2615 feet from South Line, 1295 feet from East Line;

KEELY NO. 35-C: Section 26, Township 17 South, Range 29 East, N.M.P.M., Unit N, SE/4 SW/4, 1295 feet from South Line, 1345 feet from West Line;

KEELY NO. 36-C: Section 25, Township 17 South, Range 29 East, N.M.P.M., Unit N, SE/4 SW/4, 1295 feet from South Line, 1345 feet from West Line;

KEELY NO. 37-C: Section 25, Township 17 South, Range 29 East, N.M.P.M., Unit O, SW/4 SE/4, 1295 feet from South Line, 2615 feet from East Line;

KEELY NO. 38-C: Section 25, Township 17 South, Range 29 East, N.M.P.M., Unit P, SE/4 SE/4, 1295 feet from South Line, 1295 feet from East Line.

IT IS FURTHER ORDERED that production from any well hereinabove authorized, when added to the production of any existing well in the same forty-acre unit, shall not be produced in excess of the forty-acre allowable as now, or as may be hereafter fixed for the Grayburg-Jackson Pool, until further ordered by the Commission.

IT IS FURTHER ORDERED that the Applicants shall file with the Commission copies of Federal location notices

for the hereinabove described locations after approval thereof by the Oil and Gas Supervisor.

DONE at Santa Fe on the day and year hereinabove designated.

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

*Approved on to form
a legal sufficiency
Don E. Mc Cormick*

CHAIRMAN

MEMBER

SECRETARY

LAW OFFICES
JOHN E. COCHRAN, JR.
CARPER BUILDING
ARTESIA, NEW MEXICO

October 12, 1948

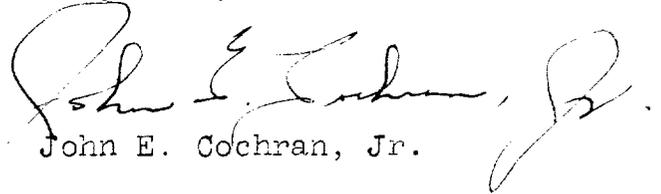
Oil Conservation Commission
State of New Mexico
Santa Fe, New Mexico

Gentlemen:

Enclosed herewith is Application of Grayburg Oil Company of New Mexico and Western Production Company, Inc., for an order granting permission to unitize certain tracts within the boundaries of the Grayburg Cooperative and Unit Area in Township 17 South, Ranges 29 and 30 East, N.M.P.M., in the Grayburg-Jackson Pool of Eddy County, New Mexico, for production and allowable purposes.

It would be very much appreciated by Grayburg Oil Company and Western Production Company if notice of hearing on this Application could be published promptly so that this Application may be set at the hearing to be held by the Oil Conservation Commission on October 28, 1948.

Very truly yours


John E. Cochran, Jr.

JEC:rm
Encls

BEFORE THE OIL CONSERVATION COMMISSION
OF THE STATE OF NEW MEXICO

IN THE MATTER OF APPLICATION OF GRAYBURG OIL COMPANY OF NEW MEXICO, AND WESTERN PRODUCTION COMPANY, INC., FOR AN ORDER GRANTING PERMISSION TO UNITIZE CERTAIN TRACTS WITHIN THE BOUNDARIES OF THE GRAYBURG COOPERATIVE AND UNIT AREA, IN TOWNSHIP 17 SOUTH, RANGES 29 AND 30 EAST, N. M. P. M., IN THE GRAYBURG-JACKSON POOL OF EDDY COUNTY, NEW MEXICO, FOR PRORATION AND ALLOWABLE PURPOSES

NO. 164

APPLICATION

GRAYBURG OIL COMPANY OF NEW MEXICO, and WESTERN PRODUCTION COMPANY, INC., Applicants herein, are both corporations organized and existing under and by virtue of the laws of the State of New Mexico, and in connection herewith respectfully show to the Oil Conservation Commission:

1. Applicants are the owners and holders, respectively, of all of the Federal Oil and Gas Leases comprising what is known as the Grayburg Cooperative and Unit Area, situated in Eddy County, State of New Mexico.

That leases covering the following described lands in said Grayburg Cooperative and Unit Area are owned by Grayburg Oil Company of New Mexico:

BURCH "A" LEASE, Las Cruces Serial No. 028793, described as S/2 S/2 Section 18, N/2 and N/2 S/2 Section 19, Township 17 South, Range 30 East, N.M.P.M.

BURCH "B" LEASE, Las Cruces Serial No. 028793-84, described as NW/4, N/2 SW/4

Section 18, S/2 SW/4 Section 19, NW/4
Section 30, Township 17 South, Range 30
East; NE/4 and SW/4 Section 23, Township
17 South, Range 29 East, N.M.P.M.

KEELY "A" LEASE, Las Cruces Serial No.
028784, described as NE/4 SE/4, S/2 S/2
Section 13, N/2 NW/4, SW/4 NW/4, N/2
SW/4, NE/4, N/2 SE/4 Section 24, Town-
ship 17 South, Range 29 East, N.M.P.M.

KEELY "B" LEASE, Las Cruces Serial No.
028784-93, described as S/2 SW/4 Section
24, N/2 NW/4 Section 25 and E/2 Section
26, Township 17 South, Range 29 East, N.
M.P.M.

DEXTER LEASE, Las Cruces Serial No. 054406
described as SE/4 NW/4 Section 24, Town-
ship 17 South, Range 29 East, N.M.P.M.

That leases covering the following described
lands in said Grayburg Cooperative and Unit Area are own-
ed by Western Production Company, Inc.

BURCH "C" LEASE, Las Cruces Serial No.
028793, described as NE/4, N/2 SE/4 Sec-
tion 18, S/2 SE/4 Section 19, NE/4 and
S/2 Section 30, Township 17 South, Range
30 East, N.M.P.M.; NW/4 and SE/4 Section
23, Township 17 South, Range 29 East, N.
M.P.M.

KEELY "C" LEASE, Las Cruces Serial No.
028784, described as N/2 SW/4, NW/4 SE/4
Section 13, S/2 SE/4 Section 24, S/2 NW/4,
NE/4 and S/2 Section 25, W/2 Section 26,
Township 17 South, Range 29 East, N.M.P.M.

2. That from inception of production to the
present time there have been drilled a total of 80 produc-
ing oil wells and a total of 5 gas injection wells; that
said producing wells are all producing from the Grayburg-
Jackson Pay of the Upper San Andres Formation encounter-
ed at an approximate depth of 2800 feet, with the excep-
tion of the Keely Well No. 27-C of Western Production
Company, Inc., located in the NW/4 of Section 26, Town-
ship 17 South, Range 29 East, N.M.P.M., which is produc-

ing from the sub-Grayburg Section encountered at an approximate depth of 3300 feet. That each of said producing wells has been drilled on a spacing pattern of one well to a legal forty-acre subdivision, except Grayburg Oil Company of New Mexico's Burch Well No. 13-B, located in the SE/4 SW/4 Section 19, Township 17 South, Range 30 East, and its Keely Well No. 11-A, located in the NE/4 SE/4 Section 24, Township 17 South, Range 29 East, which said two wells are drilled on a ten-acre spacing pattern, and its Keely Well No. 13-B in the SE/4 NE/4 of Section 26, Township 17 South, Range 29 East, N.M.P.M., which is drilled on a "five spot" location.

3. That heretofore, in Case No. 152, upon which hearing was held before the New Mexico Oil Conservation Commission on July 29, 1948, the Oil Conservation Commission granted to Applicants herein permits to drill twenty-eight unorthodox "five spot" locations upon the leases hereinabove described, said locations being shown on map attached hereto, marked Exhibit "A" and by reference made a part hereof.

That reference is hereby made to the complete file of the New Mexico Oil Conservation Commission in Case No. 152 for the exact locations from section lines of said twenty-eight unorthodox locations.

4. That it is Applicants' belief that by unitizing certain tracts out of the above described leases for allowable and proration purposes, that the creation of such unitized tracts will enable Applicants to produce the wells upon such respective tracts at a more efficient rate of withdrawal; that a greater ultimate

recovery of oil could be obtained from each of said unitized tracts, and that such method of operation of Applicants' wells would be in the interest of conservation and prevent waste, and that substantial quantities of oil could be produced which would not otherwise be recovered.

5. That Applicants desire to create and establish the following tracts of land into unitized tracts for proration and allowable purposes only:

GRAYBURG OIL COMPANY OF NEW MEXICO UNITS:

UNIT G-1, described as S/2 S/2 Section 18, N/2 and N/2 S/2 Section 19, Township 17 South, Range 30 East, N.M.P.M.

UNIT G-2, described as S/2 SW/4 Section 19, NW/4 Section 30, Township 17 South, Range 30 East, N.M.P.M.

UNIT G-3, described as SW/4 Section 23, Township 17 South, Range 29 East, N.M.P.M.

UNIT G-4, described as N/2 NW/4, SW/4 NW/4, N/2 SW/4, N/2 SE/4 and NE/4 Section 24, Township 17 South, Range 29 East, N.M.P.M.

UNIT G-5, described as S/2 SW/4 Section 24, N/2 NW/4 Section 25, E/2 Section 26, Township 17 South, Range 29 East, N.M.P.M.

WESTERN PRODUCTION COMPANY, INC. UNITS:

UNIT W-1, described as S/2 SE/4 Section 19, N/2 NE/4 Section 30, Township 17 South, Range 30 East, N.M.P.M.

UNIT W-2, described as SE/4 Section 23, Township 17 South, Range 29 East, N.M.P.M.

UNIT W-3, described as W/2 Section 26, Township 17 South, Range 29 East, N.M.P.M.

UNIT W-4, described as S/2 SE/4 Section 24, S/2 NW/4, SW/4 and E/2 Section 25, Township 17 South, Range 29 East, N.M.P.M.

That each of said above described units are shown and outlined on map attached hereto, marked Exhibit "A" and by reference made a part hereof.

6. That upon each of said above units permits have heretofore been granted by the Oil Conservation Commission to drill one or more "five spot" locations.

7. That in the drilling of the unorthodox locations, in nearly all instances, the drilling of each location will constitute a second well upon a forty acre proration unit and, in the event an order is entered by the Oil Conservation Commission granting permission to unitize for allowable and proration purposes the tracts hereinabove last described, it is not Applicants' intention, nor do Applicants ask that they be granted any allowable in addition to the daily allowable as fixed by the Oil Conservation Commission for the total number of developed forty acre proration units comprising the unitized tracts hereinabove described, nor is it Applicants' intention to produce any well on any unitized tract in excess of the current top allowable set by the Oil Conservation Commission, but Applicants desire to produce the total allowable, as fixed by the Oil Conservation Commission, for each unitized tract, hereinabove described, from all of the wells located upon such unitized tract, insofar as all wells located on said unitized tracts are producing from the same horizon.

WHEREFORE, Applicants pray that this Commission set a date for hearing this Application, and give notice thereof in accordance with its rules and regulations, and that upon presentation of this Application, an order be entered unitizing the tracts hereinabove last described, respectively, for proration and allowable purposes; that Applicants be permitted to produce from each

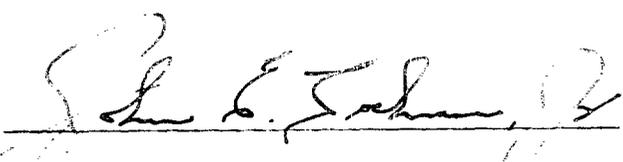
unitized tract the total allowable production, as fixed by the Oil Conservation Commission for such unitized tract, from all of the wells located upon such unitized tract, but that no well located upon any unitized tract shall be permitted to produce at a rate in excess of the top allowable, as fixed by the Oil Conservation Commission.


John E. Cochran, Jr.
Attorney for Applicants

Grayburg Oil Company of New Mexico
Western Production Company, Inc.

STATE OF NEW MEXICO)
 : ss.
COUNTY OF EDDY)

JOHN E. COCHRAN, JR., being first duly sworn upon his oath deposes and states: That he is attorney for the Applicants in the above and foregoing Application, and that he has read the same and from personal knowledge knows the matters therein contained to be true and correct, except such statements as are alleged upon information and belief, and as to those, he verily believes them to be true; that this verification is made by him on behalf of Grayburg Oil Company of New Mexico and Western Production Company, Inc.



SUBSCRIBED AND SWORN TO before me this 11th day of ~~September~~ ^{October}, 1948.


Notary Public

My commission expires:
April 15, 1950